



**COUNCILMEMBER DONNA FRYE**

**City of San Diego**

**Sixth District**

**MEMORANDUM**

**DATE:** January 26, 2005

**TO:** Honorable Mayor and City Councilmembers

**FROM:** Councilmember Donna Frye

**SUBJECT:** Actuarial Report for January 31, 2005 Council Meeting

As part of the upcoming January 31, 2005 City Council meeting discussion regarding SEC compliance and city records, I request that the Council also be provided with a detailed report and presentation on the June 30, 2004 San Diego City Employees Retirement System (SDCERS) Annual Actuarial Valuation that was presented to the SDCERS Board on January 21, 2005. It would be prudent that this report present the City Council with the real deficit including all liabilities regardless of how they have previously been carried on the books of the City or SDCERS Board, and the full ARC (Actuarial Required Contribution) for every year henceforth.

The City Council should also take additional steps in support of our own efforts to ensure that we do everything we can to solve the existing pension crisis, release our long awaited annual financial reports and reform our city retirement system. In respect to the SDCERS Board, we must support the City Attorney as Chief Legal Counsel of the Retirement Board and request that he advise the City Council of all legal issues that are of mutual importance to the City and SDCERS Board. I also believe it is in the City's best interest to appoint Diann Shipione as Chairperson of the newly composed SDCERS Board this coming April. Ms. Shipione has been nominated for this post by myself as well as Councilmember Maienschein. I would also recommend that all members of the SDCERS Board should also be required to attend an ethics course on the role of Trustees of Retirement Systems.

Thank you for your attention to these matters. Your timely response is greatly appreciated.

cc: P. Lamont Ewell, City Manager  
Michael Aguirre, City Attorney  
Honorable members of the SDCERS Board of Trustees

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